

FISCAL IMPACT

(\$ in millions)

State General Fund Revenues:	FY 13-14	FY 14-15	FY 15-16	FY 16-17	FY 17-18
Income, Franchise, and Piped Natural Gas Tax					
Create flat personal income tax with 5.9% rate. Eliminate personal exemption. Allow greater of standard deduction or mortgage interest and property taxes capped at \$25,000 plus all charitable contributions. Enhances child credit.	(392.5)	(983.0)	(1022.3)	(1063.2)	(1105.7)
Eliminate \$50k business exemption 2013	375.7	395.5	421.4	442.0	452.0
Reduce corporate income tax rate from 6.9% to 6.0% in 2014, 5.5% in 2015 and 5.0% in 2016	(50.1)	(175.7)	(281.3)	(365.4)	(429.5)
End transfer to Public School Capital Fund	84.4	78.1	75.0	73.6	74.0
Repeal gross receipts franchise tax on electricity		(157.0)	(159.0)	(160.6)	(162.2)
Repeal excise tax on piped natural gas		(31.5)	(32.0)	(32.5)	(32.9)
TOTAL INCOME AND FRANCHISE TAX	\$ 17.5	\$ (873.6)	\$ (998.2)	\$ (1,106.0)	\$ (1,204.4)
Sales and Privilege License Taxes					
Make electricity subject to combined general sales tax rate		417.1	427.7	440.5	453.8
Make piped natural gas subject to combined general sales tax rate		102.3	103.9	105.4	107.0
Distribution to municipalities for franchise tax and piped natural gas		(207.1)	(209.4)	(211.6)	(213.8)
Repeal gross receipts tax on live entertainment and movies and other amusements, imposing a sales tax	9.3	16.5	17.2	17.9	18.6
Repeal sales tax exemption for nutritional supplements sold by chiropractors	0.1	0.1	0.1	0.1	0.1
Repeal Sales and use tax holiday (7/01/2014)		14.7	15.1	16.1	17.1
Repeal Energy Star sales tax holiday		1.6	1.7	1.8	1.8
Repeal exemption for certain sales of newspapers (10/01/2013)	5.0	7.8	8.0	8.3	8.6
Add a gross receipts requirement for farmers of \$10,000 for the purpose of receiving tax exemptions and refunds (1/1/2015)		4.5	9.2	9.4	9.6
End transfer of real estate conveyance (07/01/2014)		37.4	39.0	39.0	39.0
End transfer of scrap tire disposal (01/01/2014)	2.7	5.5	5.6	5.7	5.7
Repeal food sold in dining rooms operated by educational institutions (07/01/2014)		34.0	35.0	36.1	37.1
Expand sales tax to include service contracts (07/01/2014)		29.2	31.2	33.2	35.2
Repeal Tobacco wholesaler discount		6.0	6.0	6.0	6.0
Repeal exemption for certain bakery items (07/01/2014)		3.9	4.1	4.2	4.4
TOTAL SALES and PRIVILEGE LICENSE TAX	\$17.1	\$473.6	\$494.4	\$512.0	\$530.2
STATE IMPACT	\$ 34.6	\$ (400.0)	\$ (503.8)	\$ (594.1)	\$ (674.2)
Repeal Estate Tax	\$ (52.0)	\$ (57.0)	\$ (60.0)	\$ (62.0)	\$ (95.0)
Total State Impact	\$ (17.36)	\$ (457.03)	\$ (563.82)	\$ (656.06)	\$ (769.19)
Consensus Revenue (growth in the out years using average inflation and Total GF Revenue with Tax Changes	20,465.60	21,387.80	22,307.48	23,266.70	24,267.16
	20,448.24	20,930.77	21,743.66	22,610.64	23,497.97